

# MI-1040CR MICHIGAN Homestead Property Tax Credit Claim

Issued under P.A. 281 of 1967. Filing is voluntary.

# 1999 CR

Attachment Sequence No. 05

<b>PLACE LABEL HERE</b>	▶ <b>1</b> Filer's First Name, Middle Initial and Last Name			▶ <b>2</b> Filer's Social Security Number		
	If a Joint Return, Spouse's First Name, Middle Initial and Last Name			▶ <b>3</b> Spouse's Social Security Number		
	Home Address (No., Street, P.O. Box or Rural Route)			Office Use		
	City or Town	State	ZIP Code	▶ <b>4</b> School District Code (see p. 45)		

<b>▶ 5</b> Residency Status in 1999 a. <input type="checkbox"/> Resident    b. <input type="checkbox"/> Nonresident c. <input type="checkbox"/> Part-Year Resident. Complete dates below. You <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <b>FROM:</b> Mo. Day Yr. <b>TO:</b> Mo. Day Yr. Spouse <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>	<b>▶ 6</b> Age on Dec. 31, 1999 a. YOU ..... ▶ a. _____ b. SPOUSE ..... ▶ b. _____ c. If you are an unremarried surviving spouse, enter spouse's age at death ..... ▶ c. _____	<b>▶ 7</b> If you qualify for either of the following, check the box. a. <input type="checkbox"/> Paraplegic, Quadriplegic, or Hemiplegic b. <input type="checkbox"/> Totally and Permanently Disabled (see p. 21)
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8. <b>Homeowners:</b> Enter the 1999 <b>taxable value</b> of your homestead .....	▶ <b>8.</b> ..... <b>.00</b>
9. Property taxes levied on your home in 1999 (see p. 18) or amount from line 43, 48 or 50 .....	▶ <b>9.</b> ..... <b>.00</b>
<b>10. Renters:</b> Enter rent paid in 1999 from line 45 .....	▶ <b>10.</b> ..... <b>.00</b>
11. Multiply line 10 by 20% (.20) .....	11. .... <b>.00</b>
12. <b>Total.</b> Add lines 9 and 11 .....	12. .... <b>.00</b>
<b>Household Income. Be sure to include income from both spouses.</b> <b>If your household income is more than \$82,650, you are <u>not</u> eligible for a credit.</b>	
13. Wages, salaries, tips, sick, strike and SUB pay, etc. ....	13. .... <b>.00</b>
14. All interest and dividend income (including nontaxable interest) .....	14. .... <b>.00</b>
15. Net rent, business or royalty income .....	15. .... <b>.00</b>
16. Retirement pension and annuity benefits. Name of payer: .....	16. .... <b>.00</b>
17. Net farm income .....	17. .... <b>.00</b>
18. Capital gains less capital losses (see page 21) .....	18. .... <b>.00</b>
19. Alimony and other taxable income (see page 21). Describe: .....	19. .... <b>.00</b>
<b>20.</b> Social Security, SSI or railroad retirement benefits .....	▶ <b>20.</b> ..... <b>.00</b>
21. Child support (see page 21) .....	21. .... <b>.00</b>
<b>22.</b> Unemployment compensation and TRA benefits .....	▶ <b>22.</b> ..... <b>.00</b>
23. Other nontaxable income (see page 21). Describe: .....	23. .... <b>.00</b>
24. Workers' comp., veterans' disability compensation and pension benefits .....	24. .... <b>.00</b>
<b>25.</b> FIP and other FIA benefits .....	▶ <b>25.</b> ..... <b>.00</b>
26. <b>Subtotal.</b> Add lines 13-25 .....	26. .... <b>.00</b>
27. Other adjustments (see page 21). Describe: .....	27. .... <b>.00</b>
28. Medical insurance or HMO premiums you paid for you and your family .....	28. .... <b>.00</b>
29. Add lines 27 and 28 .....	29. .... <b>.00</b>
<b>30. HOUSEHOLD INCOME.</b> Subtract line 29 from line 26 .....	▶ <b>30.</b> ..... <b>.00</b>

31. Multiply line 30 by 3.5% (.035) or by the percent in Table 3 (see p. 22) .....	31. .... <b>.00</b>	
32. Subtract the amount on line 31 from line 12. If line 31 is more than line 12, enter "0" .....	32. .... <b>.00</b>	
<b>Seniors (you wrote "65" or older anywhere in box 6), go to lines 34 or 35. FIP/FIA recipients and people who checked box 7a, go to lines 34 or 35. All others (including people who checked box 7b) must complete line 33.</b>		
33. Multiply line 32 by 60% (.60) (maximum \$1,200). Go to line 36 .....	33. .... <b>.00</b>	
<b>34. Everyone who received FIP/FIA payments, complete lines 51-54. Enter the amount from line 54 here.</b> <b>Seniors who pay rent, complete lines 55-59. Enter amount from line 59 here (maximum \$1,200).</b> Go to line 36 .....		34. .... <b>.00</b>
<b>35. Senior homeowners or people who are paraplegic, quadriplegic or hemiplegic</b> (if you completed line 34, skip this line), enter the amount from line 32 (maximum \$1,200). Go to line 36 .....	35. .... <b>.00</b>	
<b>36. CREDIT.</b> If your household income (line 30) is less than \$73,650, enter the amount that applies to you from line 33, 34 or 35 here. If it is more than \$73,650, you must reduce your credit (see instructions on page 22). If you file an MI-1040, carry this amount to your MI-1040, line 32 .....	▶ <b>36.</b> ..... <b>.00</b>	

**HOMEOWNERS**

Report on lines 37 and 38 the addresses of the homesteads you are claiming credit on. If you need more space, attach a list.

37. Address where you lived on Dec. 31, 1999, if different than reported on line 1.	Taxable Value
38. Address of homestead sold during 1999 (No., street and city).	Taxable Value

<b>If you bought or sold your home in 1999, complete lines 39 - 43.</b>	<b>Homestead</b>	<b>A. Bought</b>	<b>B. Sold</b>
39. Number of days occupied. (Total cannot be more than 365) .....	39.		
40. Divide line 39 by 365 and enter percentage here .....	40.	%	%
41. Property taxes levied in calendar year 1999 .....	41.		
42. Prorated taxes. Multiply line 41 by percentage on line 40 .....	42.		
43. Taxes eligible for credit. Add line 42, columns A and B. Enter here and on line 9 .....	43.		.00

**RENTERS**

44. Address of homestead you rented (No., street, apt. no. and city)	Landowner's Name and Address	Number of Months Rented	Monthly Rent	Total Rent Paid
A.				A.
B.				B.

45. Total rent paid (not more than 12 months). Add total rent for each period. Enter here and on line 10 .....	45.	.00
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**OCCUPANTS OF HOUSING ON WHICH SERVICE FEES ARE PAID INSTEAD OF TAXES**

46. Name and address of housing project or landowner.	
47. Enter the total amount of rent you paid in 1999. Do not include amounts paid on your behalf by a government agency .....	
47.	.00
48. Multiply line 47 by 10% (.10). Enter here and on line 9 .....	
48.	.00

**OCCUPANTS OF NURSING OR ADULT FOSTER CARE HOMES OR HOMES FOR THE AGED**

49. Name and address of care facility.	
50. Your share of taxes paid by the landowner (see page 19). Enter here and on line 9 .....	
50.	.00

**CREDIT PRORATION -- Complete if you received FIP/FIA benefits**

51. Subtract line 25 from line 30 and enter here .....	51.	.00
52. Divide line 51 by line 30 and enter percentage here .....	52.	%
53. If you entered 65 or older anywhere in box 6, or checked box 7a, enter the amount from line 32. All others multiply amount on line 32 by 60% (.60) and enter here (maximum \$1,200) .....		
53.		.00
54. Multiply line 53 by percentage on line 52. If you are age 65 or older and you rent your home, enter here and on line 55 and complete lines 56-59. Otherwise, enter here and on line 34 .....		
54.		.00

**ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 AND OLDER**

55. Enter amount from line 32 or from line 54 .....	55.	.00
56. Enter rent paid from line 45 or 47. (If you moved during 1999, see instructions, page 22.) .....	56.	.00
57. Multiply the amount on line 30 by 40% (.40) and enter here .....	57.	.00
58. Subtract line 57 from line 56. If line 57 is more than line 56, enter "0" .....	58.	.00
59. Enter the larger of line 55 or 58 and carry this amount to line 34 .....	59.	.00

<i>I declare, under penalty of perjury, that the information in this claim and attachments is true and complete to the best of my knowledge.</i>		<i>I declare, under penalty of perjury, that this claim is based on all information of which I have knowledge.</i> <b>Preparer's Signature, Address, Phone and ID No.</b>
<input type="checkbox"/> I authorize Treasury to discuss my claim and attachments with my preparer.	<input type="checkbox"/> Do not discuss my claim with my preparer.	
Filer's Signature	Date	
Spouse's Signature	Date	

# 1999 MICHIGAN INCOME TAX RETURNS

and Homestead Property Tax Credit Claim



**Convenient:** Your refund is deposited directly into your account at the financial institution of your choice.

**Safe:** Direct deposit eliminates lost or stolen refund checks.

**Reliable:** Done electronically, direct deposit eliminates delay and damage that may occur through mailing.

*See Page 27 for More Information on Direct Deposit*



**Fast:** Receive your refund within seven days.

**Convenient:** Contact your tax preparer or transmit from your home, office or dormitory 24 hours a day, 7 days a week.

**Accurate:** Math errors are eliminated.

**Secure:** Only you and your tax preparer see your return.

**Quick Confirmation:** Receive proof that your return was filed.

*Visit our web site at [www.treasury.state.mi.us](http://www.treasury.state.mi.us) for a list of tax preparers who offer e-file, or for information on tax preparation software and free e-file tax preparation for 1999.*

*See Page 2 for More Information on Electronic Filing*



*Please recycle this booklet.*

# HOW TO GET HELP

**Visit Our Treasury Web Site at  
[www.treasury.state.mi.us](http://www.treasury.state.mi.us)**

## **Call 1-800-827-4000 To Access Our Tele-Help System**

Tele-Help is an automated system of informative recordings about income tax and property tax credit topics. This number operates 24 hours every day. See page 7 for Tele-Help code numbers and topics.

## **Call 1-800-827-4000 To Check on Your 1999 Refund**

Allow at least eight weeks for the processing of your 1999 refund before calling the Computerized Refund Information System (CRIS). You must have the primary filer's Social Security number and adjusted gross income or household income to get refund information. CRIS will allow you to check on your refund once every seven days. If your return is selected for review, CRIS will tell you to allow an additional eight weeks for the processing of your refund.

**New this year:** Estimated tax payments and prior year information are now available on CRIS. Please listen carefully to our new menu options.

## **Call 1-800-487-7000 To Talk to a Department Representative**

Call this number to talk to a department representative for answers to your questions about Michigan income tax and the various credit forms. Staff is available to take your call from 8 a.m. to 5 p.m., Monday-Friday. During tax processing season (February-April), staff is available from 7 a.m. to 7 p.m., Monday-Friday. Staff will be available for additional extended hours during April. Individuals answering these toll-free lines will answer specific questions on the preparation of the income tax forms and various credit forms. **Refund information is not available at this number.** Deaf, hearing or speech impaired persons using a Text Telephone for the Deaf (TTY) can call 517-373-9419 for assistance.

# IMPORTANT NEWS FOR 1999

## Mailing Labels

**If you do not need a tax booklet next year,** check the box near the top of your 1999 *Michigan Income Tax Return* (form MI-1040).

Over 800,000 taxpayers checked the box on their 1998 return indicating they did not need a 1999 instruction booklet sent to them. These taxpayers, along with over 622,000 taxpayers who filed electronically for 1998, will receive their peel-off mailing label on a postcard. This will save Michigan taxpayers over \$130,000 in printing costs.

We no longer print your Social Security number on the mailing label. Instead, for security reasons, a 10-digit code number appears on the label.

## How to Use Your Mailing Label

- Review your name and address. If the information is correct, place the label on the first page of your tax return.
- If you use a tax preparer, bring this book to your preparer and ask him or her to use your label on your return. Using your label will help shorten the processing time of your return.
- Do not use the label if any of the information on the label is incorrect. Write the correct information on the return.
- Do not use the label if you are a surviving spouse and the deceased taxpayer's name is on the label. Write the correct information on the return.
- Do not use your mailing label as a return address label on your envelope. This will delay our receipt of your return.

## Pensions

For tax year 1999, pension benefits included in adjusted gross income (AGI) from a private pension system or an IRA are deductible to a maximum of \$34,170 on a single return or \$68,340 on a joint return.

Senior citizens age 65 or older may deduct part of their interest, dividends and capital gains that are included in AGI. For 1999, the dividend, interest and capital gains deduction is limited to a maximum of \$7,620 on a single return or \$15,240 on a joint return, and must be reduced by the pension subtraction.

## Historic Preservation Tax Credit

Beginning in the 1999 tax year, a nonrefundable credit is available to owners or longterm lessees of qualified historic resources who undertake rehabilitation projects. To be eligible for the credit, the rehabilitation project must be certified by the State Historic Preservation Office of the Michigan Historical Center and a Historic Preservation Tax Credit Claim (form 3581) must be filed. For information regarding certification, please visit the web site [www.sos.state.mi.us/history/preserve/](http://www.sos.state.mi.us/history/preserve/). Form 3581 is available from any of the sources listed on page 6.

## Use Tax

You may pay use tax that you owe for the 1999 tax year on your 1999 MI-1040, line 30. See page 11 for more information on the use tax.

## Property Tax Credits/Refunds A Reminder From the Internal Revenue Service (IRS)

Michigan homestead property tax credit and homestead exemption refunds received in 1999 may be taxable on your 1999 federal income tax return. These are refunds of a portion of the property taxes paid. If you claimed an itemized deduction for property taxes on your 1998 federal income tax return and then received a refund in 1999 from the state or your local unit of government for a portion of those taxes, you must include that refund as income on your 1999 federal income tax return. If you have any questions about the taxability (for federal tax purposes) of these refunds, please call the IRS at 1-800-829-1040.

## Where to Get Forms



- **Internet:** Forms are available on our web site at: **www.treasury.state.mi.us**
- **Fax:** Dial **517-241-8730** from a fax phone to have 1999 Michigan tax forms sent to your fax machine 24 hours a day.
- **Phone:** Call **1-800-FORM-2-ME (367-6263)**. This toll-free line is available 24 hours a day.
- **Public Offices:** Forms are available at all Treasury field offices. Commonly used forms are also available at most Michigan Secretary of State offices, post offices, financial institutions, and libraries.

## A Note About Debts

Michigan law requires that any money owed to the state and other agencies be deducted from your refund or credit before it is issued. This includes money owed for past due taxes, school loans, child support due the Friend of the Court, an IRS levy, money due a state agency, a court-ordered garnishment or other court orders. Taxpayers who are married, filing jointly, may receive a computer-generated *Income Allocation to Non-Obligated Spouse C-4297*, after the return is filed. Completing and filing this form may limit the portion of the refund that can be applied to a liability. If Treasury applies all or part of your refund to any of these debts, you will receive a letter of explanation.

## When You Have Finished



### Sign your return

Review your return and, if applicable, attached credit forms. Make sure that your name(s), Social Security number(s) and address are on the form.

Your tax preparer (if you used one) must sign the claim and include, if applicable, the name and address of the organization he or she represents, and Social Security number or preparer identification number.

Check the box to indicate if Treasury may discuss your claim with your preparer.

Keep a copy of this form and all supporting documents for six years.

## Attachments

Assemble your returns and attachments and staple in the upper left corner. A sequence number is printed in the upper right corner of the following forms to help you assemble them in the correct order behind your MI-1040 form.

- MI-1040 Schedule 1
- Direct Deposit of Refund (3174)
- Nonresident and part-year resident (Schedule NR)
- Farmland credit (MI-1040CR-5)
- Property tax credit (MI-1040CR or MI-1040CR-2)
- College tuition credit (Schedule CT)
- Historic Preservation Tax Credit (3581)
- Federal schedules (see Table 1, page 8)
- Schedule of Apportionment (MI-1040H)

If you are also filing a home heating credit (MI-1040CR-7) or prescription drug credit (MI-1040CR-9) **do not** staple it to your return; fold it and leave it loose in the envelope.

## Where to Mail Your Return

**Mail your refund, credit, or zero due returns to:**

Michigan Department of Treasury  
Lansing, MI 48956 

If you mail your 1999 return in the same envelope with a return for years prior to 1999, your 1999 refund will be delayed. To receive your 1999 refund faster, mail your 1999 return in a separate envelope.

**If you owe tax, mail your return to:**

Michigan Department of Treasury  
Lansing, MI 48929 

Make checks payable to "State of Michigan" and print your Social Security number and the words "1999 income tax" on the front of your check. Do not staple your check to the return.



## Michigan Tele-Help System

**1-800-827-4000**

**Tele-Help** is an automated system of informative recordings about income tax and tax credit topics. Call 1-800-827-4000 anytime and listen for the Tele-Help instructions. This number operates 24 hours every day.

### Tele-Help code numbers and topics

#### General Income Tax Information

- 111 Where to go for help
- 121 To get a copy of your return
- 131 Refund offsets
- 141 Who must file an income tax return and how to file
- 151 Other:
  - Deceased taxpayers
  - Residency
  - Requirements for dependents, minors and students
- 161 Repayments of income reported in a prior year (Claim of Right)
- 171 Electronic filing
- 181 Home electronic filing
- 192 Direct deposit

#### MI-1040

- 201 Use tax
- 211 Amended returns - form MI-1040
- 212 Prior year returns
- 221 Estimated tax payments
- 231 Additions and subtractions from income
- 241 Capital gains and losses
- 251 Public Contributions Credit
- 261 Community Foundations Credit
- 262 Historic Preservation Tax Credit
- 271 Other:
  - Deferred compensation
  - Tax status of U.S. obligations
  - Extensions
  - Distributions from IRAs
  - Contributions to IRAs
- 281 Homeless Shelter/Food Bank Credit
- 292 College Tuition and Fees Credit
- 293 Renaissance Zones

#### Credit Information

- 311 Homestead Property Tax Credit
- 321 List of special situations for property tax credits
- 331 Home Heating Credit
- 341 Senior Citizen Prescription Drug Credit
- 351 Difference between household income and adjusted gross income
- 361 Farmland Preservation Credit

#### Miscellaneous Information

- 411 Homestead Exemption Affidavits

### Treasury Offices

The Treasury field offices do not prepare tax returns. If you need help, please call the Lansing office. Forms are available at all Treasury field offices.

#### Main Office:

**LANSING**, 48922  
Treasury Building  
430 W. Allegan St.  
1-800-827-4000 (refunds)  
1-800-487-7000 (information)

#### Other Offices:

**DETROIT**, 48226  
State of Michigan Plaza Building  
1200 6th St., 2nd Floor, N. Tower

**ESCANABA**, 49829  
State Office Building, Room 7  
305 Ludington St.  
(open 8 - 12 only)

**FLINT**, 48502  
State Office Building, 7th Floor  
125 E. Union St.  
(closed 12 - 1)

**GRAND RAPIDS**, 49503  
State Office Building, 3rd Floor  
350 Ottawa St., NW

**KALAMAZOO**, 49005-0286  
535 S. Burdick St., Ste. 197  
(closed 12 - 1)

**STERLING HEIGHTS**, 48314  
41300 Dequindre, Suite 200

**SAGINAW**, 48607  
State Office Building, 4th Floor  
411-I E. Genesee St.  
(open 8 - 12 only)

**TRAVERSE CITY**, 49684  
701 S. Elmwood Ave., Box 14  
(open 8 - 12 only)

**Deaf, hearing or speech impaired persons may call 517-373-9419 (TTY).**

**Line 15:** Renaissance zone deduction. To be eligible you must meet all the following requirements:

- Be a permanent resident of a renaissance zone for at least 183 days.
- Must not be delinquent for any state or local taxes abated by the Renaissance Zone Act.
- Must file an MI-1040 each year.
- Have gross income of not more than \$1 million.

If you were a full-year resident of a renaissance zone you may subtract all earned income. Unearned income such as capital gains may have to be prorated. If you lived in the zone at least 183 days during 1999, you may subtract the portion of income earned while a resident of the zone. Complete and attach a Schedule NR to your MI-1040.

(See "Special Note" on the back of Schedule NR, page 32.) For additional information regarding qualifications for the renaissance zone deduction call 1-800-367-6263 and request the *Renaissance Zone Information for Individuals* brochure (form 3292).

You may also call the Michigan Tele-Help System (1-800-827-4000) and listen to topic #293.

**Line 16:** You may subtract Michigan state and city income tax refunds and homestead property tax credit refunds that were included in AGI.

**Note to farmers:** You may subtract (to the extent included in AGI) the amount that your state or city tax refund and homestead property tax credit exceeds the business portion of your homestead property tax credit.

**Line 17:** Allowable miscellaneous subtractions include:

- Contributions to national or Michigan political parties or candidates. The maximum deduction is \$50 on a single return and \$100 on a joint return.
- Benefits from a discriminatory self-insured medical expense reimbursement plan, to the extent these reimbursements are included in AGI.
- Proceeds and prizes won in State of Michigan regulated bingo, raffle or

charity games to the extent included in AGI.

- Amount of salary and wage expense that cannot be deducted on your federal return because you are claiming a work opportunity credit, clinical testing (orphan drug) credit or research credit. Attach a copy of U.S. *Work Opportunity Credit* (form 5884), *Credit for Increasing Research Activities* (form 6765), or *Orphan Drug Credit* (form 8820) to substantiate this subtraction.
- Losses from the disposal of property reported in the Michigan column of Michigan form MI-1040D, line 18, or MI-4797, line 18b.
- Amount used to determine the credit for elderly or totally and permanently disabled from U.S. *Schedule R*, line 19, or U.S. *1040A Schedule 3*, line 19.
- Michigan net operating loss deduction. Attach MI-1045. See page 10.
- Net income included in AGI from Michigan gas and oil royalty interest or working interest.
- If you purchased a Michigan Education Trust (MET) contract during 1999, you may deduct the total contract price (including application and processing fees).
- If you purchased a MET payroll deduction or monthly purchase contract, you may deduct the amount paid on that contract during 1999 (not including fees for late payments or insufficient funds). You should receive an annual statement from MET specifying this amount.
- If you purchased a MET contract between 1988 and 1990 with a MET-secured loan and have not previously deducted the total contract price paid, you may deduct the principle amount paid on the secured loan during 1999.
- Amount of taxable benefits the **purchaser** received and included in AGI during 1999 because the MET contract was terminated to attend a private school or out-of-state school, or the beneficiary (student) did not attend school. The beneficiary cannot claim this subtraction.

**You may not subtract:**

- Itemized deductions from U.S. *Schedule A*.
- Sick pay, disability benefits and wage continuation benefits paid to

you by your employer or by an insurance company under contract with your employer.

- Unemployment benefits included in AGI, except railroad unemployment benefits.
- Distributions from a deferred compensation plan received while a resident of Michigan.
- Lottery winnings. (Exception: installment payments from prizes won on or before December 30, 1988 may be subtracted.)

## General Information for Homeowners and Renters About the Homestead Property Tax Credit (MI-1040CR)

### Who may claim a property tax credit

You may claim a property tax credit if all of these apply:

- Your homestead is located in Michigan.
- You were a Michigan resident at least six months of 1999.
- You pay property taxes or rent on your Michigan homestead.

You can have only one **homestead** at a time, and you must be the occupant as well as the owner or renter. Your homestead can be a rented apartment, or a mobile home and a lot in a mobile home park. A vacation home or income property is not considered your homestead.

Your homestead is in your state of **domicile**. Domicile is the place where you have your permanent home. It is the place you plan to return to whenever you go away. Even if you spend the winter in a southern state, your domicile is still Michigan. College students and others whose permanent homes are not in Michigan are not Michigan residents. Domicile continues until you establish a new permanent home.

Property tax credit claims may not be submitted on behalf of minor children. Any public assistance benefits paid to a minor must be included in the household income of the parents when computing their credits.



**You may not claim a property tax credit if your household income is over \$82,650.** The computed credit is reduced by 10 percent for every \$1,000 (or part of \$1,000) that household income exceeds \$73,650. If filing a part-year return, you must annualize household income to determine if the income limitation applies. See instructions for annualizing on page 22.

### **Which form to file**

Use form MI-1040CR in this book. If you are blind and own your homestead, are in the active military, are an eligible veteran or an eligible veteran's surviving spouse, request form MI-1040CR-2 and complete both forms. **Use the form that gives you a larger credit.** If you are blind and rent your homestead, you cannot use the MI-1040CR-2. Claim your credit on form MI-1040CR and check box 7b.

The request for your Social Security number is authorized under USC Section 42. Social Security numbers are used by the Michigan Department of Treasury to conduct matches against benefit income provided by the Social Security Administration and other sources to verify the accuracy of the home heating credit and property tax credit claims filed and to deter fraudulent filing(s).

### **When to file**

If you do not have to file a Michigan income tax return (form MI-1040), you may file your credit claim as soon as you know your 1999 household income and property taxes levied in 1999. If you file a Michigan income tax return, your credit claim should be attached to your MI-1040 return which is due April 17, 2000.

### **Amending your claim**

Use the MI-1040X form and attach a copy of your corrected credit claim. You must do this within four years of the date set for filing your original income tax return.

### **Delaying payment of your property taxes**

Some senior citizens, disabled people, veterans, surviving spouses of veterans, and farmers may be able to delay paying property taxes. It depends

on the county in which you live and your income level. **Contact your local or county treasurer for more information about delaying payment of your property taxes.**

### **Household income**

Household income is the total income (taxable and nontaxable) of both spouses or of a single person maintaining a household. It is your AGI, plus all income exempt or excluded from AGI. See "Married, filing separately" and "Single adults sharing a home" on page 20.

### **Household income does NOT include:**

- Stipends received by an enrolled participant in the **foster** grandparent or senior companion program pursuant to the Domestic Volunteer Service Act of 1973.
- Energy assistance grants or energy assistance tax credits.
- Government payments to a third party (i.e., a doctor).

**Note:** If payment is made from money withheld from your benefit, the payment is part of household income. (For example, the Family Independence Agency may pay your rent directly to the landowner.)

- Money received from a government unit to repair or improve your homestead.
- Surplus food.
- State and local income tax refunds and homestead property tax credits.
- Chore service payments. (These payments are income to the provider but not the person receiving the service.)
- The first \$300 from gambling, bingo, lottery, awards or prizes. For example, if you win \$500 in a church raffle, you must include \$200 of this in your household income.
- The first \$300 in gifts, cash or expenses paid on your behalf by a family member or friend.
- Amounts deducted from Social Security or railroad retirement benefits for Medicare premiums.
- Life, health and accident insurance premiums paid by your employer. However, if you pay medical insurance or health maintenance

organization (HMO) premiums for you or your family, you may deduct the cost from household income.

- The gain postponed on the sale of your personal residence. (Exception: see instructions for line 18 on page 21.)

### **Property taxes that can be claimed for credit**

Ad valorem property taxes that were levied on your homestead in 1999, including collection fees up to 1 percent of the taxes, can be claimed no matter when you pay them. You may add to your 1999 taxes the amount of property taxes billed in 1999 from a corrected or supplemental tax bill. You must deduct from your 1999 property taxes any refund of property taxes received in 1999 that was a result of a corrected tax bill from a previous year.

### **Do not include:**

- Delinquent property taxes (e.g., 1998 property taxes paid in 1999)
- Penalty and interest on late payments of property tax
- Delinquent water or sewer bills
- Property taxes on cottages or second homes
- Special assessments (for drains, sewers, etc.) that are not based on taxable value or are not applied to the entire taxing jurisdiction.

**Home used for business.** If you use part of your home for business, you may claim the property taxes on the living area of your homestead, but not the property taxes on the portion used for business. This applies whether or not you claim the property taxes on a federal business schedule.

**Owner-occupied duplexes.** When both units are equal, you are limited to 50 percent of the tax on both units. This is true even if 20 percent of the rent paid on the rental is less than 50 percent of the property taxes.

### **Owner-occupied income property.**

This section applies to apartment building owners who live in one of the units and to single family homeowners who rent a room(s) to a tenant(s). Owners must do two calculations to figure the tax that can be claimed and base their credit on the **lower** amount. The first calculation subtracts 20 percent of the rent collected from the tax eligible for credit. The second calculation reduces the tax eligible for credit by the

amount of tax claimed as a business deduction on your U.S. 1040.

For example, your home has an upstairs apartment that is rented to a tenant for \$395 a month.

Total property taxes on your home are \$2,150. The calculations are as follows:

**Step 1:**  $\$395 \times 12 = \$4,740$  annual rent  
 $\$4,740 \times .20 = \$948$  taxes attributable to the apartment  
 $\$2,150$  total taxes -  $\$948 =$   
 $\$1,202$  taxes attributable to owner's homestead

**Step 2:**  $\$2,150$  total taxes -  $\$858$  taxes claimed as a business deduction =  $\$1,292$  taxes attributable to homestead

The owner's taxes that can be claimed for credit are \$1,202, the smaller of the two computations.

**Farmers.** You may include farmland taxes in your property tax credit claim if any of the following conditions apply:

- If your gross receipts from farming are greater than your household income, you may claim all of your farmland taxes including taxes on unoccupied farmland. Do not include taxes on farmland that is not adjacent or contiguous to your home and that you rent or lease to another person.
- If gross receipts from farming are less than your household income and you have lived in your home more than 10 years, you may claim the taxes on your home and the farmland adjacent and contiguous to your home.
- If gross receipts from farming are less than your household income and you have lived in your home less than 10 years, you may claim the taxes on your home and five acres of farmland adjacent and contiguous to your home.

You may not claim rent paid for vacant farmland when computing your property tax credit claim.

Include any farmland preservation tax credit in your household income. Enter the amount of credit you received in 1999 on line 19 or include it in net farm income on line 17.

Homestead property tax credits are not included in household income. If you included this amount in your taxable farm income, you may subtract it from household income.

## Rent that can be claimed for credit

Twenty percent of rent paid is considered property tax that can be claimed for credit, except as explained below. See "ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 OR OLDER" on page 22.

If you live in housing on which **service fees** are paid instead of taxes, 10 percent of your rent can be claimed for credit. If the landowner says your tax share is less than 10 percent, use the amount the landowner gives you.

If your housing is **exempt** from property tax and no service fee is paid, you are not eligible for credit. This includes university or college-owned housing.

If your **housing costs are subsidized**, base your claim on the amount you pay. Do not include the federal subsidy amount.

**Mobile home park residents**, claim the \$3 per month specific tax on line 9, plus 20 percent of the balance of rent paid on line 10.

If you are a **cooperative housing corporation resident member**, claim your share of the property taxes on the building. If you are one of the few who lives in a cooperative where residents pay rent on the land where the building sets, residents may also claim 20 percent of that land rent. (Do not take 20 percent of your total monthly payment.)

When you pay **room and board in one fee**, the landowner should be able to exclude the board portion of your payment and tell you the amount that goes toward your room. You may claim 20 percent of your room rent as taxes.

You may also determine your tax that can be claimed for credit based on square footage. For example, you pay \$750 a month for room and board. You occupy 600 square feet of a 62,000 square foot apartment building. The landowner pays \$54,000 in taxes per year.

**Step 1:**  $600/62,000 = .0097$

**Step 2:**  $\$54,000 \times .0097 = \$524$  taxes you can claim for credit.

## Special Situations

### If you moved in 1999

**Residents** who lived temporarily outside Michigan may qualify for a credit as long as Michigan remained their state of domicile. However, personal belongings and furnishings must have remained in the Michigan homestead AND the homestead must not have been rented or sublet during the temporary absence. (See the definitions of resident on page 9 and domicile on page 17.)

**If you bought or sold your home**, you must prorate your taxes. Complete form MI-1040CR, lines 37-43, to determine the taxes that can be claimed for credit. Use only the taxes levied in 1999 on each Michigan homestead, then prorate taxes based on days of occupancy. Do not include taxes on out-of-state property.

**If you married during 1999**, combine each spouse's share of taxes or rent for the period of time he or she lived in separate homesteads. Then add the prorated share of taxes or rent for the time you lived together in your marital home. This only applies to homes located in Michigan and to couples who married during 1999.

**Part-year residents** who lived in Michigan at least six months during the year may be entitled to a partial credit. If you are a part-year resident, you must include all income received as a Michigan resident in household income (line 30). Complete MI-1040CR, lines 37-43, to determine the taxes to claim for credit on your Michigan homestead.

### Residents of nursing homes and other adult care homes

If you are a resident of a nursing home, adult foster care home or home for the aged, that facility is considered your homestead. If the facility pays local property taxes (many do not), you may claim your portion of those taxes for credit. You may not claim rent. Ask the manager what your share is. If you would rather figure it yourself, divide the amount of property tax levied on the facility in 1999 by the number of residents the facility is licensed for. This is your share. If both you and your spouse live in the facility, add your shares together. If you lived in the facility only part of the year, multiply

this amount by the portion of the year you lived at the facility.

**(Exception:** Credit is not allowed if your facility care charges are paid directly to the facility by a government agency.)

If you maintain a homestead and your spouse lives in an adult care home, you may file a joint credit claim.

Combine the tax for your homestead and your spouse's share of the facility's property tax to compute your claim. If you are single and maintain a homestead (that is not rented to someone else) while living in an adult care home, you may claim either your homestead or your share of the facility's property tax, but not both. Use the one that gives you the larger credit.

#### **Deceased claimant's credit**

The estate of a taxpayer who died in 1999 (or 2000 before filing a claim) may be entitled to a credit for 1999. The surviving spouse or personal representative can claim this credit.

**The surviving spouse** may file a joint claim with the deceased. Enter both names and Social Security numbers on the form, and write "deceased" after the decedent's name. Sign the return and write "Filing as a surviving spouse" and the decedent's date of death in the decedent's signature block. Include the decedent's income in household income.

**The personal representative** must prorate taxes to the date of death. Complete lines 39-43 of the MI-1040CR, to help prorate the property taxes. Annualize household income. See instructions for lines 31 and 36 on page 22. Attach a copy of the tax bills or rent receipts. Also submit a copy of U.S. 1310 or an MI-1310.

Enter on line 1 of the decedent's claim the names of the decedent and personal representative in the following order:

Joe Lane, Estate of  
Mary Jones, Rep.

Use the decedent's Social Security number and the personal representative's address. Enter the date of death in the signature block.

**If you are separated and file a joint return with your spouse**, your claim

must be based on the tax or rent for 12 months on only one home. The household income must be the combined income of both you and your spouse for the entire year.

**If you file separate federal and state returns and maintain separate homesteads**, you may each claim a credit. Each credit is based on the individual taxes or rent and individual income for each person.

**If you separated or divorced in 1999**, figure your credit based on the taxes you paid together before your separation plus whatever taxes you paid individually after your separation. Attach a schedule showing your computation. The brochure *Homestead Property Tax Credit for Separated or Divorced Taxpayers* (form C-4354) contains a worksheet to help you compute your credit.

**For example**, Bob and Susan separated on October 2, 1999. The annual taxes on the home they owned were \$1,860. Susan continued to live in the home, and Bob moved to an apartment on October 2 and paid \$350 per month rent for the rest of the year. Susan earned \$20,000 and Bob earned \$25,000. They lived together for 274 days.

**Step 1:** Determine the prorated income for each spouse for the 274 days they lived together. Divide each spouse's total income by 365 days then multiply that figure by 274.

Susan  $(\$20,000/365) \times 274 = \$15,014$   
Bob  $(\$25,000/365) \times 274 = \$18,768$

**Step 2:** Add both prorated incomes together to determine the total income for the time they lived together.

$\$15,014 + \$18,768 = \$33,782$

**Step 3:** Divide each individual's prorated share of income by the total income from step 2 to determine the percentage of income attributable to each.

Susan  $\$15,014/\$33,782 = 44\%$   
Bob  $\$18,768/\$33,782 = 56\%$

**Step 4:** Determine the prorated taxes eligible for credit for the time they lived together. Divide the \$1,860 by 365 days then multiply by 274 days.

$(\$1,860/365) \times 274 = \$1,396$

**Step 5:** Determine each individual's share of the prorated taxes. Multiply the \$1,396 by the percentages determined in step 3.

Susan  $\$1,396 \times 44\% = \$614$

Bob  $\$1,396 \times 56\% = \$782$

Enter these amounts on your MI-1040CR, line 42, column A.

Susan uses lines 39-42, column B, to determine her share of taxes for the remaining 91 days.

Bob uses lines 44-45 to determine his share of rent. Each completes the remaining lines of the MI-1040CR according to the line-by-line instructions.

#### **Married, filing separately**

Spouses who file separate Michigan income tax returns and share a household are entitled to only one property tax credit. Complete your property tax credit claim jointly and include income from both spouses in household income. You may then divide the credit as you wish. If each spouse claims a portion of the credit, attach a copy of the claim showing each spouse's share of the credit to each income tax return. Enter only your portion of the credit on MI-1040, line 32.

#### **Single adults sharing a home**

When two or more single people share a home, each may file a credit claim if each has contracted to pay rent or owns a share of the home. Each should file an individual claim based on his or her household income and prorated share of taxes or rent paid.

## **Line-by-Line Instructions for Form MI-1040CR**

Lines not listed are explained on the form.

### **IDENTIFICATION**

**Lines 1, 2 and 3:** If you are filing this form with an income tax return (MI-1040), you do not need to enter your address on this form, but you must enter your name(s) and Social Security number(s). If you are married filing separate claims enter both Social Security numbers, but do not enter your spouse's name.

**Line 5:** If you and your spouse had a different residency status, mark the box that applies to each spouse.

**Line 6:** Enter your age. You are a senior citizen if you or your spouse was age 65 by December 31, 1999, or



if you are the surviving spouse of a person who was age 65 or older at the time of death. You are considered age 65 the day before your 65th birthday.

**Line 7:** Check box "a" if you or your spouse is paraplegic, quadriplegic or hemiplegic as of December 31, 1999.

Check box "b" if you or your spouse is totally and permanently disabled as of December 31, 1999 (as defined under Social Security Guidelines 42 USC 416). Do not check box "b" if you or your spouse is a senior citizen.

### PROPERTY TAX AND HOUSEHOLD INCOME

Include all taxable and nontaxable income you and your spouse received as Michigan residents in 1999. If your family lived in Michigan while one spouse earned wages outside Michigan, include the income earned out of state in your household income. (See "Household income" and "Property taxes that can be claimed for credit" on page 18.)

**Line 8:** If you own your homestead, enter the 1999 taxable value from your 1999 property tax statement. If you do not know your taxable value, ask your local treasurer. Farmers should include the taxable value on all land that qualifies for this credit.

**Line 9:** Read "Property taxes that can be claimed for credit" on page 18 before you complete this line.

**Line 13:** Enter all compensation received as an employee. Include strike pay, supplemental unemployment benefits (SUB pay), deferred compensation received, sick pay or long-term disability benefits, including income protection insurance.

**Line 15:** Enter the sum of the amounts from the following U.S. forms: *Schedule C* (business income or loss); 4797 (other gain or loss); and *Schedule E* (rents, royalties, partnerships, S corporations, estates and trusts). Include amounts from sources outside Michigan. **Attach these schedules to your claim.**

**Line 16:** Enter all annuity, pension and IRA benefits and the name of the payer. This should be the taxable amount shown on your U.S. 1099-R. If no taxable amount is shown on your U.S. 1099-R, use the gross amount. Enter zero if all of your distribution is from your contributions made with income previously included in adjusted

gross income. The amount you are reporting should include reimbursement payments such as an increase in a pension to pay for Medicare charges. Also include the total amount of any lump sum distribution including amounts reported on your U.S. 4972.

**Line 17:** Enter the amount from U.S. *Schedule F* (farm income or loss). Attach *Schedule F*.

**Line 18:** Enter all capital gains. This is the total of short and long-term gains, less short and long-term losses from your U.S. *Schedule 1040D*, line 17 (for gains) or line 18 (for losses). Include gains realized on the sale of your residence regardless of your age or whether or not these gains are exempt from federal income tax. Do not include deferred gains from the sale of a residence when the proceeds are reinvested in a new home (in accordance with IRC section 1034).

**Line 19:** Enter alimony received and describe any other taxable income.

This includes:

- Awards, prizes, lottery, bingo and other gambling winnings over \$300 (see "Household income" on pg. 18)
- Farmland preservation tax credits, if not included in farm income on line 17.

**Line 20:** Enter your Social Security, Supplemental Security Income (SSI) and Railroad Retirement benefits. Include death benefits and amounts received for minor children or other dependent adults who live with you. Report the amount actually received. Do not include the amount deducted for Medicare.

**Line 21:** Enter child support received. Also enter all payments received as a foster parent. **Note:** If you received a 1999 *Child Support Annual Statement* showing child support payments paid to the Friend of the Court, enter the child support portion here and attach a copy of the statement. Also see line 25.

**Line 23:** Enter other nontaxable income. This includes:

- Compensation for damages to character or for personal injury or sickness;
- An inheritance (exclude an inheritance from your spouse);
- Proceeds of a life insurance policy paid on the death of the insured

(exclude benefits from a policy on your spouse);

- Death benefits paid by or on behalf of an employer;
- The value over \$300 in gifts of cash, merchandise or expenses paid on your behalf (rent, taxes, utilities, food, medical care, etc.) from parents, relatives or friends;
- Minister's housing allowance;
- Amounts paid directly to you as a scholarship, stipend, grant or GI bill benefits; and
- Reimbursement from dependent care and/or medical care spending accounts.

Also include payments made on your behalf except government payments made directly to an educational institution or subsidized housing project.

**Line 24:** Enter workers' compensation benefits received, service-connected disability compensation benefits and pension benefits received from the Veterans Administration. Veterans receiving retirement benefits should enter their benefits on line 16.

**Line 25:** Enter the total payments made to your household by the Family Independence Agency (FIA) and all other public assistance payments. Your 1999 *Annual Statement(s)* mailed by FIA in January 2000 will show your total FIA payments. Your statement(s) may include the following: Family Independence Program assistance (FIP), State Disability Assistance (SDA), State Family Assistance (SFA), Refugee Assistance, Repatriate Assistance and vendor payments for shelter, heat and utilities. **Note:** If you received a 1999 *Child Support Annual Statement*, subtract the amount of child support payments entered on line 21 from the total FIA payments and enter the difference here.

**Line 27:** Enter total adjustments from your U.S. 1040, line 32, or U.S. 1040A, line 17. Describe any adjustments to income.

These adjustments reduce household income:

- Payments to an individual retirement account (IRA); Keogh (HR 10), SEP, or SIMPLE plans;

- Student loan interest deduction;
- Medical savings account deduction;
- Moving expenses;
- Deduction for self-employment tax;
- Self-employed health insurance deduction;
- Forfeited interest penalty for premature withdrawal;
- Alimony paid.

Also enter the amount of a net operating loss (NOL) deduction.

**Note:** A deduction for a carryback or carryforward of an NOL cannot exceed federal modified taxable income.

Attach your *Application for Net Operating Loss Refund* (form MI-1045).

**Line 28:** Enter medical insurance or HMO premiums you paid for yourself and your family (NOT MEDICARE). Include medical insurance premiums paid through payroll deduction. Include the portion of auto insurance paid for medical coverage. Do not include insurance premiums deducted on line 27 or amounts paid for income protection insurance.

### PROPERTY TAX CREDIT

**Line 31:** Multiply line 30 by 3.5 percent (.035) or the percentage from Table 3 below. **This is the amount that is not refundable.** The personal representative claiming a credit for a deceased taxpayer with household income of \$6,000 or less must annualize the decedent's income and

use the annualized figure to determine the nonrefundable percentage from Table 3 on this page. Then use the actual household income to compute the credit. See instructions for annualizing on this page.

**Line 36:** Taxpayers with household income over \$82,650 (line 30) are not eligible for credit in any category. The computed credit is reduced by 10 percent for every \$1,000 (or part of \$1,000) that your household income exceeds \$73,650. If you are filing a part-year return (for a deceased taxpayer or a part-year resident), you must annualize the household income to determine if the credit reduction applies. If the annualized income is more than \$73,650, use actual household income to compute the credit; then reduce the credit 10 percent for every \$1,000 (or part of \$1,000) that your annualized income exceeds \$73,650. The surviving spouse filing a joint claim does not have to annualize the deceased spouse's income.

**To annualize income (project what it would have been for a full year):**

**Step 1:** Divide 365 by the number of days the claimant lived or was a Michigan resident in 1999.

**Step 2:** Multiply the answer from step 1 by the claimant's household income (line 30). The result is annualized income.

### RENTERS

See "Rent that can be claimed for credit" on page 19.

**Line 44:** If you rented a Michigan homestead subject to local property taxes, enter the street number and name, city, landowner's name and address, number of months rented, rent paid per month and total rent paid. Do this for each Michigan homestead rented during 1999. If you need more space, attach an additional sheet. Do not include more than 12 months' rent. Do not include amounts paid directly to the landowner on your behalf by a government agency.

### CREDIT PRORATION

If you received Family Independence Program assistance (FIP) or other FIA benefits in 1999, your credit must be prorated to reflect the ratio of income from other sources to total household income.

### ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 OR OLDER

**Line 56:** Enter the rent paid from line 45 or, if you live in service fee housing, line 47. If you moved from one rental homestead to another during the last two years, enter here the smaller of:

- The final month's rent on your previous rented homestead multiplied by 12, **OR**
- The actual rent paid from line 45 or 47.

**TABLE 3: PERCENT OF TAXES NOT REFUNDABLE**

Claimant Category:	To Qualify for Credit, Your Property Tax Must Exceed:	
	<u>Income</u>	<u>% of Income</u>
<b>All General Claimants</b>	\$0 - \$82,650 .....	3.5%
<b>Other Claimants*</b>	\$3,000 or less .....	0%
	\$3,001 - \$4,000 .....	1%
	\$4,001 - \$5,000 .....	2%
	\$5,001 - \$6,000 .....	3%
	More than \$6,000 .....	3.5%

\*Other claimants are senior citizens and people who are paraplegic, hemiplegic, quadriplegic and totally and permanently disabled.

# School District Code List (See MI-1040, MI-1040CR or MI-1040EZ, line 4.)

Michigan public school districts are listed alphabetically with code numbers to the **left** of the names. When more than one district has the same name, the city name in parentheses helps you choose the right district.

**Residents**, choose the code for the district where you lived on December 31, 1999. Call your local assessor or treasurer if you do not know your school district name.

**Nonresidents**, enter "10000" in the code box.

31020 Adams Twp.	47010 Brighton	81050 Dexter	39065 Gull Lake
46020 Addison	17140 Brimley	14020 Dowagiac Union	52040 Gwinn
46010 Adrian	46050 Britton Macon	44050 Dryden	
58020 Airport	12020 Bronson	58050 Dundee	
79010 Akron Fairgrove	76060 Brown City	78030 Durand	
05010 Alba	11310 Buchanan		11670 Hagar Twp. (6)
13010 Albion	28035 Buckley	74050 East China	35020 Hale
01010 Alcona	73080 Buena Vista	50020 East Detroit	03100 Hamilton
74030 Algonac	56020 Bullock Creek	41090 East Grand Rapids	82060 Hamtramck
03030 Allegan	75020 Burr Oak	38090 East Jackson	31010 Hancock
82020 Allen Park	02020 Burt Twp.	15060 East Jordan	38100 Hanover Horton
70040 Allendale	78020 Byron	33010 East Lansing	32060 Harbor Beach
29010 Alma	41040 Byron Center	34340 Easton Twp. (6)	24020 Harbor Springs
44020 Almont		23050 Eaton Rapids	13070 Harper Creek
04010 Alpena	83010 Cadillac	11250 Eau Claire	82320 Harper Woods
50040 Anchor Bay	41050 Caledonia	82250 Ecorse	18060 Harrison
81010 Ann Arbor	31030 Calumet	14030 Edwardsburg	64040 Hart
06010 Arenac Eastern	30010 Camden Frontier	05060 Elk Rapids	80120 Hartford
50050 Armada	74040 Capac	32050 Elkton Pigeon Bayport	47060 Hartland
07010 Arvon Twp.	25080 Carman-Ainsworth	05065 Ellsworth	33060 Haslett
29020 Ashley	55010 Carney Nadeau	31070 Elm River Twp.	08030 Hastings
13050 Athens	79020 Caro	49055 Engadine	63130 Hazel Park
25130 Atherton	73030 Carrollton	21010 Escanaba	73210 Hemlock
60010 Atlanta	59020 Carson City Crystal	09050 Essexville Hampton	62060 Hesperia
06020 Au Gres Sims	76070 Carsonville-Pt. Sanilac	67020 Evart	82070 Highland Park
02010 AuTrain-Onota	32030 Caseville	66045 Ewen-Trout Creek	60020 Hillman
63070 Avondale	79030 Cass City	40060 Excelsior (1)	30020 Hillsdale
	14010 Cassopolis		70020 Holland
32010 Bad Axe	41070 Cedar Springs	68030 Fairview	63210 Holly Area
43040 Baldwin	50010 Centerline	63200 Farmington	33070 Holt
80020 Bangor	05035 Central Lake	18020 Farwell	61120 Holton
80240 Bangor Twp. (8)	59125 Central Montcalm	03050 Fennville	13080 Homer
(Bangor)	75030 Centreville	25100 Fenton	03070 Hopkins
09030 Bangor Twp.	15050 Charlevoix	63020 Ferndale	72020 Houghton Lake
(Bay City)	23030 Charlotte	50090 Fitzgerald	31110 Houghton-Portage
07020 Baraga Twp.	31050 Chassell Twp.	82180 Flat Rock	47070 Howell
21090 Bark River Harris	16015 Cheboygan	25010 Flint	46080 Hudson
19100 Bath	81040 Chelsea	25120 Flushing	70190 Hudsonville
13020 Battle Creek	73110 Chesaning Union	40020 Forest Area	82340 Huron
09010 Bay City	54025 Chippewa Hills	41110 Forest Hills	63220 Huron Valley
37040 Beal City	50080 Chippewa Valley	36015 Forest Park	
51020 Bear Lake	32040 Church	19070 Fowler	58070 Ida
15010 Beaver Island	18010 Clare	47030 Fowlerville	44060 Imlay City
26010 Beaverton	63090 Clarenceville	73190 Frankenmuth	82080 Inkster
58030 Bedford	63190 Clarkston	10025 Frankfort-Elberta	16050 Inland Lakes
25240 Beecher	63270 Clawson	50100 Fraser	34010 Ionia
34080 Belding	39020 Climax Scotts	73200 Freeland	34360 Ionia Twp. (2)
05040 Bellaire	46060 Clinton	53030 Freesoil	22010 Iron Mountain
23010 Bellevue	50070 Clintondale	62040 Fremont	27020 Ironwood
25060 Bendle	25150 Clio	61080 Fruitport	52180 Ishpeming
25230 Bentley	12010 Coldwater	29050 Fulton	29060 Ithaca
11010 Benton Harbor	56030 Coleman		
10015 Benzie County Central	32260 Colfax Twp. (1F)	39050 Galesburg Augusta	38170 Jackson
63050 Berkley	11330 Coloma	11160 Galien Twp.	58080 Jefferson Schools-Monroe
34140 Berlin Twp. (3)	75040 Colon	03440 Ganges (4)	70175 Jenison
11240 Berrien Springs	38040 Columbia	82050 Garden City	69030 Johannesburg-Lewiston
27010 Bessemer City	39030 Comstock	69020 Gaylord	30030 Jonesville
21065 Big Bay De Noc	41080 Comstock Park	25070 Genesee	
62470 Big Jackson	38080 Concord	72010 Gerrish Higgins	39010 Kalamazoo
54010 Big Rapids	75050 Constantine	82290 Gibraltar	51045 Kaleva Norman-Dickson
73170 Birch Run	70120 Coopersville	21025 Gladstone	40040 Kalkaska
63010 Birmingham	78100 Corunna	26040 Gladwin	25110 Kearsley
46040 Blissfield	80040 Covert	45010 Glen Lake	41140 Kelloggsville
63080 Bloomfield Hills	20015 Crawford AuSable	80110 Gobles	41145 Kenowa Hills
32140 Bloomfield No. 1	82230 Crestwood	41120 Godfrey Lee	41150 Kent City
(Red-Huron Co.)	76080 Crosswell Lexington	41020 Godwin Heights	41160 Kentwood
32250 Bloomfield Twp. (7F)		25050 Goodrich	28090 Kingsley
(Huron Co.)	33040 Dansville	25030 Grand Blanc	79080 Kingston
80090 Bloomingdale	25140 Davison	70010 Grand Haven	
49020 Bois Blanc Pines	82030 Dearborn	23060 Grand Ledge	50140 L'Anse Creuse
15020 Boyne City	82040 Dearborn Heights (7)	41010 Grand Rapids	07040 L'Anse Area
15030 Boyne Falls	80050 Decatur	41130 Grandville	78040 Laingsburg
63180 Brandon	76090 Deckerville	62050 Grant	57020 Lake City
11210 Brandywine	46070 Deerfield	42030 Grant Twp.	25200 Lake Fenton
29040 Breckenridge	08010 Delton-Kellogg	38050 Grass Lake	31130 Lake Linden Hubbell
22030 Breitung Twp.	17050 Detour	59070 Greenville	63230 Lake Orion
73180 Bridgeport-Spaulling	82010 Detroit	82300 Grosse Ile Twp.	50120 Lakeshore
11340 Bridgman	19010 DeWitt	82055 Grosse Pointe	(St. Clair Shores)



11030 Lakeshore (Stevensville, Berrien Co.)	49070 Moran Twp.	74010 Port Huron	73255 Swan Valley
59090 Lakeview (Lakeview)	46100 Morenci	39140 Portage	25180 Swartz Creek
13090 Lakeview (Battle Creek)	54040 Morley Stanwood	34110 Portland	
50130 Lakeview (St. Clair Shores)	78060 Morrice	71060 Posen	48040 Tahquamenon
25280 Lakeville	50160 Mt. Clemens	23090 Potterville	35030 Tawas
34090 Lakewood	25040 Mt. Morris	52100 Powell Twp.	82150 Taylor
63280 Lamphere	37010 Mt. Pleasant		46140 Tecumseh
33020 Lansing	02070 Munising	12040 Quincy	13130 Tekonsha
44010 Lapeer	61010 Muskegon		08050 Thornapple-Kellogg
80130 Lawrence	61020 Muskegon Heights	21060 Rapid River	75080 Three Rivers
80140 Lawton		61210 Ravenna	28010 Traverse City
45020 Leland	52015 Nice (Ishpeming) N.I.C.E.	30070 Reading	82155 Trenton
49040 Les Cheneaux	38130 Napoleon	82110 Redford Union	59080 Tri County (Howard City)
33100 Leslie	52090 Negaunee	67060 Reed City	63150 Troy
81070 Lincoln	11200 New Buffalo	79110 Reese	
82090 Lincoln Park	50170 New Haven	61220 Reeths Puffer	32170 Ubly
25250 Linden	78070 New Lothrop	52110 Republic Michigamme	13135 Union City
30040 Litchfield	62070 Newaygo	50180 Richmond	79145 Unionville Sebewaing
24030 Littlefield	11300 Niles	82120 River Rouge	50210 Utica
82095 Livonia	30050 North Adams - Jerome	11033 River Valley	
41170 Lowell	44090 North Branch	82400 Riverview	82430 Van Buren
53040 Ludington	55115 North Central	63260 Rochester	50220 Van Dyke
	22045 North Dickinson Co.	41210 Rockford	69040 Vanderbilt
	32080 North Huron	71080 Rogers City Area	38020 Vandercook Lake
49110 Mackinac Island	61230 North Muskegon	50190 Romeo	79150 Vassar
16070 Mackinaw City	45040 Northport	82130 Romulus	32650 Verona Twp. (1F)
46090 Madison (Adrian)	41025 Northview	50030 Roseville	59150 Vestaburg
63140 Madison (Madison Hts.)	82390 Northville	23590 Roxand Twp. (12)	39170 Vicksburg
05070 Mancelona	38140 Northwest	63040 Royal Oak	
81080 Manchester	22025 Norway Vulcan	17110 Rudyard	65045 West Branch-Rose City
51070 Manistee	75100 Nottawa		27070 Wakefield Twp.
77010 Manistique	63100 Novi	73010 Saginaw City	30080 Waldron
83060 Manton		73040 Saginaw Twp.	64090 Walkerville
23065 Maple Valley	63250 Oak Park	81120 Saline	63290 Walled Lake
14050 Marcellus	61065 Oakridge	46130 Sand Creek	50230 Warren
27060 Marenisco	33170 Okemos	76210 Sandusky	50240 Warren Woods
67050 Marion	23080 Olivet	34120 Saranac	63300 Waterford
13095 Mar Lee	71050 Onaway	03080 Saugatuck	27080 Watersmeet Twp.
76140 Marlette	23490 Oneida Twp. (3)	17010 Sault Ste. Marie	11320 Watervliet
52170 Marquette City	51060 Onekama	39160 Schoolcraft	33215 Waverly
13110 Marshall	46110 Onsted	(Kalamazoo Co.)	03040 Wayland Union
03060 Martin	66050 Ontonagon	64080 Shelby	82160 Wayne-Westland
74100 Marysville	61190 Orchard View	37060 Shepherd	33220 Webberville
33130 Mason	31100 Osceola Twp.	32610 Sigel Twp.-Adams (3)	52160 Wells Twp.
58090 Mason (Erie)	35010 Oscoda	(Bad Axe)	63160 West Bloomfield
53010 Mason County Central (Scottville)	03020 Otsego	32620 Sigel Twp. (4)	36025 West Iron County
53020 Mason County Eastern (Custer)	19120 Ovid Elsie	32630 Sigel Twp. (6)	70070 West Ottawa
80150 Mattawan	32090 Owendale Gagetown	11830 Sodus Twp. (5)	38010 Western
79090 Mayville	78110 Owosso	80010 South Haven	82240 Westwood
57030 McBain	63110 Oxford	50200 South Lake	25210 Westwood Heights
82045 Melvindale Allen Park		63240 South Lyon	62090 White Cloud
74120 Memphis	34040 Palo	82140 South Redford	75070 White Pigeon
75060 Mendon	39130 Parchment	63060 Southfield	66070 White Pine
55100 Menominee	80160 Paw Paw	82405 Southgate	17160 Whitefish
56050 Meridian	76180 Peck	41240 Sparta	58110 Whiteford
73230 Merrill	24040 Pellston	70300 Spring Lake	61240 Whitehall
83070 Mesick	13120 Pennfield	38150 Springport	81140 Whitmore Lake
38120 Michigan Center	64070 Pentwater	73240 St. Charles	35040 Whittemore Prescott
21135 Mid Peninsula	78080 Perry	49010 St. Ignace City	33230 Williamston
56010 Midland	24070 Petoskey	19140 St. Johns	81150 Willow Run
81100 Milan	19125 Pewamo-Westphalia	11020 St. Joseph	16100 Wolverine
79100 Millington	17090 Pickford	29100 St. Louis	82365 Woodhaven
68010 Mio Au Sable	47080 Pinckney	06050 Standish - Sterling	82170 Wyandotte
61060 Mona Shores	09090 Pinconning	31140 Stanton Twp.	41026 Wyoming
58010 Monroe	76055 Pine River	55120 Stephenson	
59045 Montabella	30060 Pittsford	33200 Stockbridge	74130 Yale
61180 Montague	03010 Plainwell	75010 Sturgis	81020 Ypsilanti
25260 Montrose	82100 Plymouth Canton	58100 Summerfield	
	63030 Pontiac	02080 Superior Central	70350 Zeeland
	32130 Port Hope	45050 Suttons Bay	

We no longer print your Social Security number on the mailing label. Instead, for security reasons, a 10-digit code number appears on the label. Review this label. If the information is correct, place the label on your tax return. **If any information is incorrect, do not use this label.** Write the correct information on the return. If you use a tax preparer, take this book to your preparer and ask him or her to use this label. Using this label will help shorten the processing time of your return.

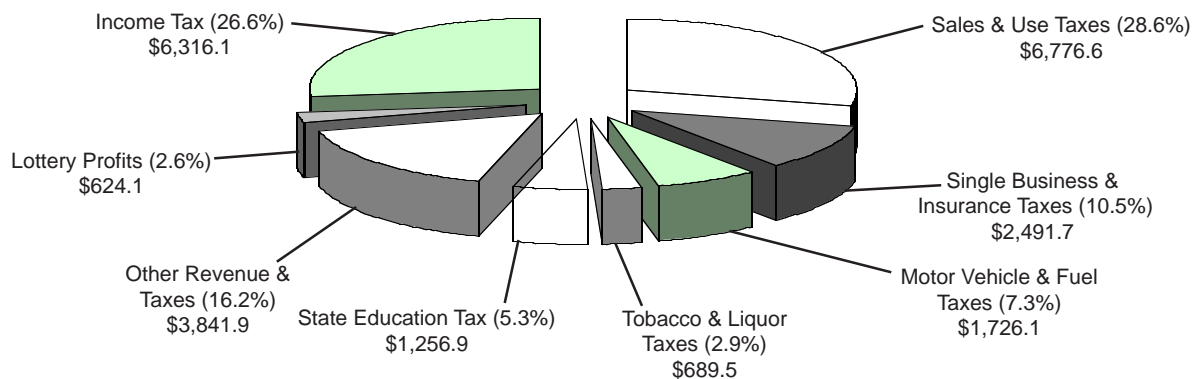
## Financial Information for Fiscal Year 1998

This information is intended to give you an overview and broad perspective of the state's financial operations. These figures were derived from the latest *Michigan Comprehensive Annual Financial Report* for the fiscal year ended September 30, 1998.

### STATE REVENUES AND FINANCING SOURCES

MILLIONS OF DOLLARS

\$23,722.9



### STATE EXPENDITURES AND FINANCING USES

MILLIONS OF DOLLARS

\$23,722.9

